

**Consolidated financial results for the
three months period ended
31 March 2020
(unaudited)**



Granolio

General information on Granolio d.d.

GRANOLIO d.d. ("The Company") is a joint-stock company registered with the Commercial Court of Zagreb, Croatia. The Company's tax number (OIB) is 59064993527, and its registration number (MBS) 080111595.

The Company's headquarter is located in Zagreb at Budmanijeva 5.

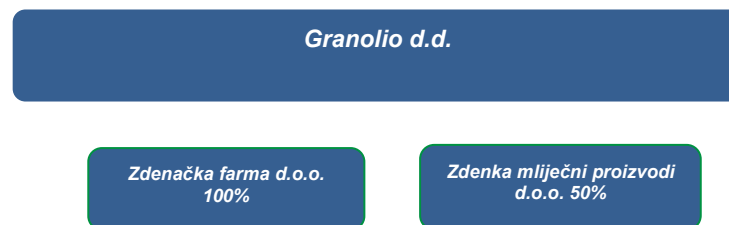
Subsidiaries

The Company holds 100% of the shares in Zdenačka farma d.o.o.

It has a controlling influence in the decision-making process in Zdenka mliječni proizvodi d.o.o. which has been consolidated into the Granolio Group since 2011.

The Company also holds minority interests in the Žitozajednica d.o.o., Zagrebačke pekarnice Klara d.o.o. and Prehrana trgovina d.d. companies.

Ownership in subsidiaries is presented in the organizational chart below:



The Group monitors its business operations through four business segments:

- Milling
- Dairy and cheese production
- Wholesale trade
- Other

Milling is the segment that comprises flour production and sale of flour. This business segment is comprised in the holding company exclusively.

Dairy and cheese production („Dairy“) comprises cheese production and cheese sale realized in the company Zdenka – mliječni proizvodi d.o.o., but also milk production and sale of milk by dairy farm in Zdenačka farma d.o.o.

Wholesale trade segment comprises grain and oilseed trade and trade of sowing materials performed by holding company Granolio d.d.

The segment Other comprises beef cattle farming and rendering the silo services and the storage of trade goods (Granolio d.d.)

Granolio Group's financial indicators for the three months period of 2020

In thousands of HRK

	1-3 2020	1-3 2019	change	
Operating income	115.924	98.495	17.429	18%
Operating expenses	(118.923)	(105.661)	(13.262)	(13%)
EBIT	(2.999)	(7.166)	4.167	(58%)
<i>EBIT margin</i>	-3%	(7%)		
EBITDA	3.143	193	2.950	1528%
<i>EBITDA margin</i>	3%	0%		
Net financial result	(1.123)	(1.287)	164	13%
Net result for the period	(4.122)	(8.453)	4.331	51%
<i>Attributable to the Group</i>	(4.211)	(8.258)	4.047	49%
<i>Non-controlling interest</i>	89	(195)	284	146%

The Group's operating revenues are 18% higher than in the comparable period. The increase in revenue was contributed by significantly higher sales of flour in the parent company and cheese in the company Zdenka mliječni proizvodi. The increase in operating revenues was partly due to higher demand for food products in March 2020 due to the pandemic caused by the COVID-19 virus.

The Group's EBITDA in the first quarter of 2020 amounted to HRK 3.1 million and represents a significant increase compared to the comparable period. The increase is mostly the result of a better result in the parent company.

The net financial result represents the difference between financial income and financial expenses.

Financial indicators

In thousands of HRK

	31.3.2020	31.12.2019	change	
Net assets (Capital and reserves)*	42.450	46.313	(3.863)	(8%)
Total debt	361.044	359.460	1.584	0%
Cash and cash equivalents	1.851	3.298	(1.447)	(44%)
Given loans, deposits and similar**	27.222	27.237	(15)	(0%)
Net debt	331.971	433.208	(101.237)	(23%)
Net debt/ EBITDA	14,89	13,37		
EBITDA for the last 12 months	22.295	19.345		

* Net assets = capital and reserves attributable to the equity holders of the parent and to the minority interests

** Loans given, securities and deposits

The net assets of the Granolio Group are smaller compared to December 31, 2019. year due to the negative result realised in the first quarter of 2020.

The total debt of the Group was reduced as a result of debt repayment of the companies Zdenka – mliječni proizvodi and Granolio.

Separate business results for the three months period of 2020

Granolio d.d.

In thousands of HRK

	1-3 2020	1-3 2019	change	
Operating income	67.772	55.881	11.891	21%
EBIT	(3.967)	(7.217)	3.250	45%
<i>margin %</i>	(6%)	(13%)		
EBITDA	(1.707)	(4.567)	2.860	(63%)
<i>margin %</i>	(3%)	(8%)		
Net financial result	(546)	(561)	15	3%
Net result	(4.513)	(7.778)	3.265	42%
<i>margin %</i>	(6,7%)	(13,9%)		

In the first quarter of 2020, a more favorable operating result was achieved compared to the same period last year. The increase in revenue and better EBITDA value are the result of higher flour sales in January and February 2020. The increase in flour sales in March 2020 was partly due to higher demand for food products due to the pandemic caused by the COVID-19 virus.

Net financial result represents the difference between financial revenues and financial expenses. Financial expenses consist mostly of interest on the financial debt which is part of the pre-bankruptcy settlement.

Zdenka - mliječni proizvodi d.o.o.

In thousands of HRK

	1-3 2020	1-3 2019	change	
Operating income	43.460	32.525	10.935	34%
EBIT	546	635	(89)	14%
<i>margin %</i>	1%	2%		
EBITDA	3.672	3.776	(104)	(3%)
<i>margin %</i>	8%	12%		
Net financial result	(368)	(224)	(144)	(64%)
Net result	178	411	(233)	57%
<i>margin %</i>	0%	1%		

In the first quarter of 2020, the Company generated revenues higher by 34% compared to the same period last year. The reason for this is better cheese sales in the first months of the year.

The prices of basic raw materials for production in 2020 increased compared to the previous year, while the sales prices realized in the observed period do not follow the growth of raw material prices to the same extent. This caused a decrease in margins in 2020 compared to the comparable period. In addition to the above, the cost of employees increased compared to the previous year.

The unfavorable financial result was due to the significantly higher cost of negative exchange rate differences in 2020.

Zdenačka farma d.o.o.

In thousands of HRK

	1-3 2020	1-3 2019	change	
Operating income	6.049	6.473	(424)	(7%)
EBIT	421	(163)	584	(358%)
<i>margin %</i>	7%	(3%)		
EBITDA	1.179	589	590	100%
<i>margin %</i>	19%	9%		
Net financial result	(207)	(127)	(80)	(63%)
Net result	214	(290)	504	(174%)
<i>margin %</i>	4%	(4%)		

In the first quarter of 2020, the total delivery of milk by the company Zdenačka farma amounted to 1 million kilos (Q1 2019: 1 million kilos). The average sales price realized in the first quarter of 2020 is higher than the average sales price realized in the comparative period by 9%, which gives a total increase in revenue from sales of milk for about 6%. The decrease in total operating revenues is the result of lower sales in trading segment than in comparable period.

Employees

In the three months 2020 the Group employed 390 employees based on man-hour basis (in the three months 2019: 438 employees).

Environment

Regarding the environmental protection, the Group has implemented comprehensive and systematic solutions and established environment-friendly production processes.

Other

Supervisory Board has approved Granolio Group's financial statements for the three months period 2020.

Annex 1

ISSUER'S GENERAL DATA

Reporting period:	1.1.2020	to	31.03.2020.
Year:	2020		
Quarter:	1.		

Quarterly financial statements

Registration number (MB):	01244272	Issuer's home Member State code:	Croatia
Entity's registration number (MBS):	080111595		
Personal identification number (OIB):	59064993527	LEI:	21380003Z6ZSDBAKG321
Institution code:	15989		

Name of the issuer: **Granolio d.d**Postcode and town: **10000****Zagreb**Street and house number: **Budmanijeva 5**E-mail address: **granolio@granolio.hr**Web address: **www.granolio.hr**Number of employees (end of the reporting period): **412**Consolidated report: **KD** (KN-not consolidated/KD-consolidated)Audited: **RN** (RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

GRANOLIO D.D.**ZAGREB****1244272****ZDENAČKA FARMA D.O.O.****VELIKI ZDENCI****2095777****ZDENKA - MLIJEČNI PROIZVODI D.O.O.****VELIKI ZDENCI****1623982**Bookkeeping firm: **No** (Yes/No)

(name of the bookkeeping firm)

Contact person: **Mirjana Kelava**

(only name and surname of the contact person)

Telephone: **01/6320-233**E-mail address: **mkelava@granolio.hr**Audit firm: **BDO Croatia d.o.o.**

(name of the audit firm)

Certified auditor: **Hrvoje Stipić**

(name and surname)

BALANCE SHEET
balance as at 31.03.2020.

in HRK

Submitter: Granolio d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	350.595.812	346.939.762
I INTANGIBLE ASSETS (ADP 004 to 009)	003	124.612.411	124.010.290
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	123.689.568	123.728.623
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	922.843	281.667
II TANGIBLE ASSETS (ADP 011 to 019)	010	223.628.119	220.574.190
1 Land	011	13.824.219	13.824.219
2 Buildings	012	152.690.506	150.638.069
3 Plant and equipment	013	32.940.054	31.548.448
4 Tools, working inventory and transportation assets	014	1.080.047	815.174
5 Biological assets	015	6.237.106	6.284.123
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	11.715.891	12.328.861
8 Other tangible assets	018	93.296	88.296
9 Investment property	019	5.047.000	5.047.000
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	1.252.282	1.252.282
1 Investments in holdings (shares) of undertakings within the group	021	0	0
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	0
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	221.945	221.945
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	1.030.337	1.030.337
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	1.103.000	1.103.000
C) CURRENT ASSETS (ADP 038+046+053+063)	037	184.526.888	198.220.534
I INVENTORIES (ADP 039 to 045)	038	46.239.654	48.613.925
1 Raw materials and consumables	039	21.625.207	26.498.686
2 Work in progress	040	2.097.780	2.546.094
3 Finished goods	041	9.083.323	7.704.840
4 Merchandise	042	13.433.344	11.864.305
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	107.974.087	120.756.012
1 Receivables from undertakings within the group	047	779.960	779.960
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	78.919.646	94.736.407
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	3.735.643	795.867
6 Other receivables	052	24.538.838	24.443.778
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	27.014.667	26.999.882
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	10.190.819	10.190.819
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	149.624	149.624
8 Loans, deposits, etc. given	061	16.674.224	16.659.439
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	3.298.480	1.850.715
D) PREPAID EXPENSES AND ACCRUED INCOME	064	398.663	397.008
E) TOTAL ASSETS (ADP 001+002+037+064)	065	535.521.363	545.557.304
OFF-BALANCE SHEET ITEMS	066	0	0

LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	46.313.479	42.450.064
I INITIAL (SUBSCRIBED) CAPITAL	068	19.016.430	19.016.430
II CAPITAL RESERVES	069	84.195.807	84.195.807
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	4.296.923	4.296.923
1 Legal reserves	071	3.496.923	3.496.923
2 Reserves for treasury shares	072	800.000	800.000
3 Treasury shares and holdings (deductible item)	073	0	0
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
IV REVALUATION RESERVES	076	54.675.895	53.925.333
V FAIR VALUE RESERVES (ADP 078 to 080)	077	0	0
1 Fair value of financial assets available for sale	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)	081	-127.054.694	-142.090.572
1 Retained profit	082	0	0
2 Loss brought forward	083	127.054.694	142.090.572
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)	084	-16.044.266	-4.210.248
1 Profit for the business year	085	0	0
2 Loss for the business year	086	16.044.266	4.210.248
VIII MINORITY (NON-CONTROLLING) INTEREST	087	27.227.384	27.316.391
B) PROVISIONS (ADP 089 to 094)	088	0	0
1 Provisions for pensions, termination benefits and similar obligations	089	0	0
2 Provisions for tax liabilities	090	0	0
3 Provisions for ongoing legal cases	091	0	0
4 Provisions for renewal of natural resources	092	0	0
5 Provisions for warranty obligations	093	0	0
6 Other provisions	094	0	0
C) LONG-TERM LIABILITIES (ADP 096 to 106)	095	383.700.217	375.349.149
1 Liabilities to undertakings within the group	096	10.000.000	10.000.000
2 Liabilities for loans, deposits, etc. of undertakings within the group	097	0	0
3 Liabilities to companies linked by virtue of participating interests	098	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	099	0	0
5 Liabilities for loans, deposits etc.	100	159.566.584	158.653.671
6 Liabilities to banks and other financial institutions	101	134.006.035	130.969.709
7 Liabilities for advance payments	102	0	0
8 Liabilities to suppliers	103	38.246.490	34.733.474
9 Liabilities for securities	104	29.879.082	29.155.027
10 Other long-term liabilities	105	0	0
11 Deferred tax liability	106	12.002.026	11.837.268
D) SHORT-TERM LIABILITIES (ADP 108 to 121)	107	101.845.405	123.694.122
1 Liabilities to undertakings within the group	108	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	109	0	0
3 Liabilities to companies linked by virtue of participating interests	110	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	111	0	0
5 Liabilities for loans, deposits etc.	112	6.494.159	7.407.071
6 Liabilities to banks and other financial institutions	113	9.847.757	15.722.235
7 Liabilities for advance payments	114	4.403.875	11.368.586
8 Liabilities to suppliers	115	66.755.631	68.165.302
9 Liabilities for securities	116	9.666.218	9.136.218
10 Liabilities to employees	117	2.209.571	2.414.283
11 Taxes, contributions and similar liabilities	118	2.246.635	9.279.832
12 Liabilities arising from the share in the result	119	0	0
13 Liabilities arising from fixed assets held for sale	120	0	0
14 Other short-term liabilities	121	221.559	200.595
E) ACCRUALS AND DEFERRED INCOME	122	3.662.262	4.063.969
F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)	123	535.521.363	545.557.304
G) OFF-BALANCE SHEET ITEMS	124	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2020 to 31.03.2020

in HRK

Submitter: Granolio d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 126 to 130)	125	98.494.771	98.494.771	115.924.237	115.924.237
1 Income from sales with undertakings within the group	126	0	0	0	0
2 Income from sales (outside group)	127	94.903.050	94.903.050	113.028.959	113.028.959
3 Income from the use of own products, goods and services	128	688.045	688.045	152.821	152.821
4 Other operating income with undertakings within the group	129	0	0	0	0
5 Other operating income (outside the group)	130	2.903.676	2.903.676	2.742.457	2.742.457
II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)	131	105.660.664	105.660.664	118.922.735	118.922.735
1 Changes in inventories of work in progress and finished goods	132	-5.868.560	-5.868.560	1.009.663	1.009.663
2 Material costs (ADP 134 to 136)	133	91.528.710	91.528.710	100.015.116	100.015.116
a) Costs of raw materials and consumables	134	72.084.631	72.084.631	80.694.803	80.694.803
b) Costs of goods sold	135	12.714.862	12.714.862	12.170.638	12.170.638
c) Other external costs	136	6.729.217	6.729.217	7.149.675	7.149.675
3 Staff costs (ADP 138 to 140)	137	9.507.035	9.507.035	9.396.938	9.396.938
a) Net salaries and wages	138	6.146.980	6.146.980	6.148.742	6.148.742
b) Tax and contributions from salary costs	139	2.092.278	2.092.278	2.048.188	2.048.188
c) Contributions on salaries	140	1.267.777	1.267.777	1.200.008	1.200.008
4 Depreciation	141	7.341.611	7.341.611	6.142.287	6.142.287
5 Other costs	142	1.527.897	1.527.897	1.454.006	1.454.006
6 Value adjustments (ADP 144+145)	143	17.767	17.767	0	0
a) fixed assets other than financial assets	144	0	0	0	0
b) current assets other than financial assets	145	17.767	17.767	0	0
7 Provisions (ADP 147 to 152)	146	0	0	0	0
a) Provisions for pensions, termination benefits and similar	147	0	0	0	0
b) Provisions for tax liabilities	148	0	0	0	0
c) Provisions for ongoing legal cases	149	0	0	0	0
d) Provisions for renewal of natural resources	150	0	0	0	0
e) Provisions for warranty obligations	151	0	0	0	0
f) Other provisions	152	0	0	0	0
8 Other operating expenses	153	1.606.204	1.606.204	904.725	904.725
III FINANCIAL INCOME (ADP 155 to 164)	154	57.514	57.514	210.063	210.063
1 Income from investments in holdings (shares) of undertakings within the group	155	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	156	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	157	0	0	0	0
4 Other interest income from operations with undertakings within the group	158	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	159	0	0	0	0
6 Income from other long-term financial investments and loans	160	0	0	0	0
7 Other interest income	161	33.351	33.351	11.549	11.549
8 Exchange rate differences and other financial income	162	24.163	24.163	198.514	198.514
9 Unrealised gains (income) from financial assets	163	0	0	0	0
10 Other financial income	164	0	0	0	0
IV FINANCIAL EXPENSES (ADP 166 to 172)	165	1.344.220	1.344.220	1.332.808	1.332.808
1 Interest expenses and similar expenses with undertakings within the group	166	0	0	174.115	174.115
2 Exchange rate differences and other expenses from operations with undertakings within the group	167	0	0	0	0
3 Interest expenses and similar expenses	168	1.249.307	1.249.307	767.363	767.363
4 Exchange rate differences and other expenses	169	94.786	94.786	351.170	351.170
5 Unrealised losses (expenses) from financial assets	170	0	0	0	0
6 Value adjustments of financial assets (net)	171	0	0	0	0
7 Other financial expenses	172	127	127	40.160	40.160
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	173	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	174	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	176	0	0	0	0
IX TOTAL INCOME (ADP 125+154+173 + 174)	177	98.552.285	98.552.285	116.134.300	116.134.300
X TOTAL EXPENDITURE (ADP 131+165+175 + 176)	178	107.004.884	107.004.884	120.255.543	120.255.543
XI PRE-TAX PROFIT OR LOSS (ADP 177-178)	179	-8.452.599	-8.452.599	-4.121.243	-4.121.243
1 Pre-tax profit (ADP 177-178)	180	0	0	0	0
2 Pre-tax loss (ADP 178-177)	181	-8.452.599	-8.452.599	-4.121.243	-4.121.243
XII INCOME TAX	182	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)	183	-8.452.599	-8.452.599	-4.121.243	-4.121.243
1 Profit for the period (ADP 179-182)	184	0	0	0	0
2 Loss for the period (ADP 182-179)	185	-8.452.599	-8.452.599	-4.121.243	-4.121.243

DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)	186	0	0	0	0
1 Pre-tax profit from discontinued operations	187	0	0	0	0
2 Pre-tax loss on discontinued operations	188	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	189	0	0	0	0
1 Discontinued operations profit for the period (ADP 186-189)	190				
2 Discontinued operations loss for the period (ADP 189-186)	191				
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)	192	-8.452.602	-8.452.602	-4.121.243	-4.121.243
1 Pre-tax profit (ADP 192)	193	0	0	0	0
2 Pre-tax loss (ADP 192)	194	8.452.602	8.452.602	4.121.243	4.121.243
XVII INCOME TAX (ADP 182+189)	195	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)	196	-8.452.602	-8.452.602	-4.121.243	-4.121.243
1 Profit for the period (ADP 192-195)	197	0	0	0	0
2 Loss for the period (ADP 195-192)	198	8.452.602	8.452.602	4.121.243	4.121.243
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)	199	-8.452.602	-8.452.602	-4.121.243	-4.121.243
1 Attributable to owners of the parent	200	-8.257.745	-8.257.745	-4.210.248	-4.210.248
2 Attributable to minority (non-controlling) interest	201	-194.857	-194.857	89.005	89.005
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	202	-8.452.602	-8.452.602	-4.121.243	-4.121.243
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)	203	0	0	0	0
1 Exchange rate differences from translation of foreign operations	204	0	0	0	0
2 Changes in revaluation reserves of fixed tangible and intangible assets	205	0	0	0	0
3 Profit or loss arising from subsequent measurement of financial assets available for sale	206	0	0	0	0
4 Profit or loss arising from effective cash flow hedging	207	0	0	0	0
5 Profit or loss arising from effective hedge of a net investment in a foreign operation	208	0	0	0	0
6 Share in other comprehensive income/loss of companies linked by virtue of participating interests	209	0	0	0	0
7 Actuarial gains/losses on the defined benefit obligation	210	0	0	0	0
8 Other changes in equity unrelated to owners	211	0	0	0	0
III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	212	0	0	0	0
IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)	213	0	0	0	0
V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)	214	-8.452.602	-8.452.602	-4.121.243	-4.121.243
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)	215	-8.452.602	-8.452.602	-4.121.243	-4.121.243
1 Attributable to owners of the parent	216	-8.257.745	-8.257.745	-4.210.248	-4.210.248
2 Attributable to minority (non-controlling) interest	217	-194.857	-194.857	89.005	89.005

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2020. to 31.03.2020.

in HRK

Submitter: Granolio d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	-8.452.601	-4.121.241
2 Adjustments (ADP 003 to 010):	002	7.484.284	6.693.805
a) Depreciation	003	7.341.610	6.142.287
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	957.697	464.479
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	-126.573	-11.549
e) Interest expenses	007	1.371.657	929.262
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	0	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	-2.060.107	-830.674
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-968.317	2.572.564
3 Changes in the working capital (ADP 013 to 016)	012	1.040.864	-2.265.351
a) Increase or decrease in short-term liabilities	013	1.785.662	12.873.355
b) Increase or decrease in short-term receivables	014	12.106.647	-12.777.935
c) Increase or decrease in inventories	015	-12.851.445	-2.360.771
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	72.547	307.213
4 Interest paid	018	-1.214.007	-928.754
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-1.141.460	-621.541
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	176.784	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	456.096	45.214
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	2.989.765	14.785
6 Other cash receipts from investment activities	026	0	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	3.622.645	59.999
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-2.458.785	-2.145.207
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	-145.000	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-2.603.785	-2.145.207
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	1.018.860	-2.085.208
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	3.000.000	3.735.099
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	3.000.000	3.735.099
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-6.367.742	-1.071.549
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	-310.019	-90.909
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	0
5 Other cash payments from financing activities	044	-490.000	-1.313.657
VI Total cash payments from financing activities (ADP 040 to 044)	045	-7.167.761	-2.476.115
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-4.167.761	1.258.984
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-4.290.361	-1.447.765
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	10.339.675	3.298.480
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	6.049.314	1.850.715

STATEMENT OF CHANGES IN EQUITY

for the period from 1.1.2020 to 31.3.2020

in HRK

Item	ADP code	Attributable to owners of the parent														Minority (non-controlling) interest	Total capital and reserves	
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets available for sale	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent			
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16 (3 to 6 - 7 + 8 to 15)	17	18 (16+17)	
Previous period																		
1 Balance on the first day of the previous business year	01	19.016.430	84.195.807	408.227	800.000	0	0	0	57.678.142	0	0	0	-199.590.748	81.861.224	44.369.082	60.437.203	104.806.285	
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
3 Correction of errors	03	0	0	327	0	0	0	0	0	0	0	0	0	0	327	0	327	
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	19.016.430	84.195.807	408.554	800.000	0	0	0	57.678.142	0	0	0	-199.590.748	81.861.224	44.369.082	60.437.203	104.806.612	
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	-8.452.601	-8.452.601	0	-8.452.601	
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	-745.958	0	0	0	745.958	0	0	0	0	
8 Profit or loss arising from subsequent measurement of financial assets available for sale	08	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	-9.706.006	0	-9.706.006	-32.506.701	-42.212.707	
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	164.758	0	164.758	0	164.758	
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
19 Payment of share in profit/dividend	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
20 Other distribution to owners	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21 Transfer to reserves according to the annual schedule	21	0	0	0	0	0	0	0	0	0	0	0	81.861.224	-81.861.224	0	0	0	
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
23 Balance on the last day of the previous business year reporting period (04 to 22)	23	19.016.430	84.195.807	408.554	800.000	0	0	0	56.932.184	0	0	0	-126.524.814	-8.452.601	26.375.560	27.930.502	54.306.062	
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	24	0	0	0	0	0	0	0	-745.958	0	0	0	-8.795.290	0	-9.541.248	-32.506.701	-42.047.949	
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24)	25	0	0	0	0	0	0	0	-745.958	0	0	0	-8.795.290	-8.452.601	-17.993.849	-32.506.701	-50.500.550	
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22)	26	0	0	0	0	0	0	0	0	0	0	0	81.861.224	-81.861.224	0	0	0	
Current period																		
1 Balance on the first day of the current business year	27	19.016.430	84.195.807	3.496.923	800.000	0	0	0	54.675.895	0	0	0	-127.054.694	-16.044.266	19.086.095	27.227.384	46.313.479	
2 Changes in accounting policies	28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
3 Correction of errors	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
4 Balance on the first day of the current business year (restated) (ADP 27 to 29)	30	19.016.430	84.195.807	3.496.923	800.000	0	0	0	54.675.895	0	0	0	-127.054.694	-16.044.266	19.086.095	27.227.384	46.313.479	
5 Profit/loss of the period	31	0	0	0	0	0	0	0	0	0	0	0	0	-4.210.248	-4.210.248	0	-4.210.248	
6 Exchange rate differences from translation of foreign operations	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
7 Changes in revaluation reserves of fixed tangible and intangible assets	33	0	0	0	0	0	0	0	-750.562	0	0	0	750.562	0	0	0	0	
8 Profit or loss arising from subsequent measurement of financial assets available for sale	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
9 Profit or loss arising from effective cash flow hedge	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
12 Actuarial gains/losses on the defined benefit obligation	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
13 Other changes in equity unrelated to owners	39	0	0	0	0	0	0	0	0	0	0	0	93.070	0	93.070	89.007	182.077	
14 Tax on transactions recognised directly in equity	40	0	0	0	0	0	0	0	0	0	0	0	164.757	0	164.757	0	164.757	
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18 Redemption of treasury shares/holdings	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
19 Payment of share in profit/dividend	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
20 Other distribution to owners	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21 Transfer to reserves according to the annual schedule	47	0	0	0	0	0	0	0	0	0	0	0	-16.044.266	16.044.266	0	0	0	
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	48	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
23 Balance on the last day of the current business year reporting period (ADP 30 to 48)	49	19.016.430	84.195.807	3.496.923	800.000	0	0	0	53.925.333	0	0	0	-142.090.571	-4.210.248	15.133.674	27.316.391	42.450.065	
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 40)	50	0	0	0	0	0	0	0	-750.562	0	0	0	1.008.389	0	257.827	89.007	346.834	
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 31+50)	51	0	0	0	0	0	0	0	-750.562	0	0	0	1.008.389	-4.210.248	-3.952.421	89.007	-3.863.414	
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48)	52	0	0	0	0	0	0	0	0	0	0	0	-16.044.266	16.044.266	0	0	0	

NOTES TO FINANCIAL STATEMENTS - TFI
(drawn up for quarterly reporting periods)

Name of the issuer: Granolio d.d.
Personal identification number (OIB): 59064993527

Reporting period:01.01.2020. -31.03.2020.

Notes to financial statements for quarterly periods include:

The same accounting policies are applied when preparing the financial statements for the quarterly period as in the last annual financial statements.

Since the audit of the annual financial statements has not been finalized by the time the quarterly financial statements are published, there is a possibility that upon completion of the audit and publication of the annual financial statements, the quarterly reports will differ from those published.

Until March 2019, the Granolio group also included the companies Žitar d.o.o. and Žitar konto d.o.o.



Granolio

Granolio d.d.
Budmanijeva 5, HR-10000 Zagreb
tel.: +385 1 6320 200; faks: +385 1 6320 222; e-mail: granolio@granolio.hr; http://www.granolio.hr

Zagreb, 27 May 2020

Statement of Executives responsible for preparing financial statements for the three months period

Pursuant to the current Croatian Accounting Act (Official Gazette 109/07), the Management Board is required to ensure that the financial statements of Granolio d.d. for each financial period are prepared in accordance with the International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB) and that they give a true and fair view of the financial position and results of the Company's operations in the given period.

To the best of our knowledge, the complete shorten set of unaudited financial statements for the three months period give a true presentation of the Company's position as at 31 March 2020.

Reports prepared by:

Mirjana Kelava

Accounting Director



2

Granolio

d.d., Budmanijeva 5
Zagreb



MB: 1244272; OIB: 59064993527; IBAN HR6024020061100063532 Erste&Steiermarkische bank d.d. Rijeka, IBAN HR1423400091110416692 Privredna banka Zagreb, IBAN HR5123900011100014261 Hrvatska poštanska banka Zagreb; temeljni kapital: 19.016.430,00 kn uplaćen u cijelosti podijeljen na 1.901.643 redovnih dionica serije A nominalnog iznosa 10,00 kn; tvrtka je upisana u Trgovačkom sudu u Zagrebu, MBS: 080111595; predsjednik Uprave: Hrvoje Filipović, članovi Uprave: Vladimir Kalčić i Drago Šurina, predsjednik Nadzornog odbora: Franjo Filipović



Granolio

Granolio d.d.
Budmanijeva 5, HR-10000 Zagreb
tel.: +385 1 6320 200; faks: +385 1 6320 222; e-mail: granolio@granolio.hr; http://www.granolio.hr

Zagreb, 27 May 2020

Pursuant to the article 407. to 410. of the Capital market Law (Official Gazette 88/08, 146/08 and 74/09) the President of the Management Board of the Company Granolio d.d., Budmanijeva 5, Zagreb provides:

MANAGEMENT BOARD'S STATEMENT OF LIABILITY

The separate and consolidated financial statements of Granolio d.d. have been prepared pursuant to the International Financial Reporting Standards (IFRS) and Croatian Accounting Law.

The non-consolidated and consolidated financial statements for the period from 1 January 2020 till 31 March 2020 present complete and fair view of assets and liabilities, profit and loss, financial position and operations of the Company.

The management report for the three months period ended 31 March 2020 presents true and fair presentation of development and results of the Company's operations with description of significant risks and uncertainties the Company is facing.

President of the Management Board

Hrvoje Filipović



2

Granolio

d.d., Budmanijeva 5
Zagreb

Contact:
Granolio d.d.
Budmanijeva 5
10 000 Zagreb
Hrvatska

Tel: +385 1 6320 200
e-mail: trzistekapitala@granolio.hr



MB: 1244272; OIB: 59064993527; IBAN HR6024020061100063532 Erste&Steiermarkische bank d.d. Rijeka, IBAN HR1423400091110416692 Privredna banka Zagreb, IBAN HR5123900011100014261 Hrvatska poštanska banka Zagreb; temeljni kapital: 19.016.430,00 kn uplaćen u cijelosti podijeljen na 1.901.643 redovnih dionica serije A nominalnog iznosa 10,00 kn; tvrtka je upisana u Trgovačkom sudu u Zagrebu, MBS: 080111595; predsjednik Uprave: Hrvoje Filipović, članovi Uprave: Vladimir Kalčić i Drago Šurina, predsjednik Nadzornog odbora: Franjo Filipović